VZCZCXRO5122 PP RUEHLN RUEHVK RUEHYG DE RUEHDBU #0525 0791300 ZNR UUUUU ZZH P 201300Z MAR 06 FM AMEMBASSY DUSHANBE TO RUEHC/SECSTATE WASHDC PRIORITY 7008 INFO RUCNCIS/CIS COLLECTIVE RUEAIIA/CIA WASHDC RHEFDIA/DIA WASHINGTON DC RHEHAAA/NATIONAL SECURITY COUNCIL WASHINGTON DC RUEHAK/AMEMBASSY ANKARA 1460 RUEHBJ/AMEMBASSY BEIJING 1493 RUEHRL/AMEMBASSY BERLIN 1481 RUEHIL/AMEMBASSY ISLAMABAD 1438 RUEHBUL/AMEMBASSY KABUL 1383 RUEHLO/AMEMBASSY LONDON 1445 RUEHNE/AMEMBASSY NEW DELHI 1407 RUEHFR/AMEMBASSY PARIS 1335 RUEHKO/AMEMBASSY TOKYO 1252 RUEKJCS/SECDEF WASHINGTON DC RHMFISS/HQ USCENTCOM MACDILL AFB FL RHMFISS/HQ USEUCOM VAIHINGEN GE RUCNDT/USMISSION USUN NEW YORK 1034 RUEHNO/USMISSION USNATO 1477 RUEHVEN/USMISSION USOSCE 1528 RUEHBS/USEU BRUSSELS 0826 RUEHDBU/AMEMBASSY DUSHANBE 8152

UNCLAS DUSHANBE 000525

SIPDIS

SIPDIS

STATE FOR SCA/CEN

E.O. 12958: N/A

TAGS: PGOV ECON SOCI TI

SUBJECT: TAJIKISTAN: CITY CONTINUES DEMOLITION, TARGETS BUSY MARKET

- 11. Dushanbe Mayor Mahmadsaid Ubaidulloyev signed an order to level a busy market for the construction of two new four-story apartment buildings. Tarrakiet Development owns the Rohi Abreshim market, more commonly known as the "82nd Bazaar" due to its location in the 82nd district of Dushanbe. The city ordered Tarrakiet Development, the property owner, to tear down all market stalls within two months.
- 12. Last October, the Tajik Supreme Economic Court declared the market illegal. Dushanbe city officials point out the market's buildings and stalls were constructed without city permission and do not meet city architectural and safety standards. Officials claim that businessmen operating at the market will be able to re-open their stalls at other markets around the city. However, it is unlikely they will relocate. Some merchants have told Embassy sources they will seek work in Russia and join the one million other labor migrants from Tajikistan.
- 13. When EmbOff visited the 82nd market March 19. Visible demolition had not yet begun. However, some stalls were vacant, and the normally crowded market had noticeably less patrons. The market's destruction would reportedly put 3,500 people out of work. Merchants are outraged. Rumors of a pending destruction started eight years ago. However, merchants dismissed the rumors as years passed without any actions taken. Many will not be able to sell their inventory within the next two months and will suffer large financial losses. Because of the illegal status of the stalls and small shops, the government will not compensate vendors.
- 14. Embassy staff heard unconfirmed rumors President Rahmonov's daughter would build new apartments on the market's site. Others speculate that owners of the nearby new and modern "Ganjina" shopping complex encouraged the demolition to eliminate competition and drum up businesses. Government officials and wealthy businessmen from Kulob, President

Rahmonov's home region, have purchased most of the space in the "Ganjina" complex but have been unable to rent out the shops and stalls. A Ganjina stall costs \$100 each month, a high sum for the average small merchant.

¶5. COMMENT: The 82nd bazaar is only the latest victim of government-ordered demolition during Dushanbe's unprecedented construction boom. Homes, hospitals, civic organizations, and businesses have been or are in the process of being torn down around the new presidential palace to create a park. A popular restaurant valued at \$50,000 will be torn down, and the owner will not be compensated. Even the historic Russian Military Hospital on Rudaki Avenue is being forced to move for new development. The government and its crony developers will need to pay close attention that their haste for visible economic growth doesn't breed too much political resentment among citizens. END COMMENT.

HOAGLAND